

Message Text

UNCLASSIFIED

PAGE 01 STATE 166814

21

ORIGIN OPIC-06

INFO OCT-01 AF-06 ISO-00 EB-07 /020 R

DRAFTED BY OPIC/F WPHOLMES
APPROVED BY EB/IFD/ OIA:RJSMITH
OPIC/F:BMHENDERSON
AF/E:ESHIPPY
EB/IFD/OIA:DHSTEBBING

----- 070327

R 160019Z JUL 75
FM SECSTATE WASHDC
TO AMEMBASSY NAIROBI

UNCLAS STATE 166814

E.O. 11652: N/A

TAGS: EFIN

SUBJECT: OPIC LOAN COMMITMENT IN KENYA

1. ON JUNE 30, OPIC SIGNED A COMMITMENT TO LEND 1.6 MILLION DOLLARS ON A SENIOR BASIS AND TWO HUNDRED THOUSAND DOLLARS IN A SUBORDINATED CONVERTIBLE TO INNKEEPERS, LTD. TO BUILD A HOLIDAY INN IN DOWNTOWN NAIROBI. HOLIDAY INNS (HI) WILL OWN 25 PERCENT OF INNKEEPERS LTD. OTHER SHAREHOLDERS ARE KTDC, CAPITAL DEVELOPMENT (KENYA) LTD., INTERNATIONAL AND COMMUNITY AGENCY AND MAWAMU HOLDINGS. LATTER TWO ARE PRIVATE KENYAN GROUPS. A FINAL AGREEMENT IS PENDING APPROVAL OF THE OPIC TERMS BY KENYAN STOCKHOLDERS AND NEGOTIATION OF A LOCAL CURRENCY LOAN PERHAPS FROM FNCB. IDB WILL ALSO PROVIDE A LONG-TERM LOAN.

2. OPIC APPRECIATES AMBASSADOR MARSHALL'S ACTIVE INTEREST AND ENCOURAGEMENT OF THE INVESTMENT BY HI IN A HOTEL IN NAIROBI. THIS WILL BE FIRST DIRECT INVESTMENT BY HI IN A HOTEL IN SUB-SAHARAN AFRICA. HI EXPECTS NAIROBI INN TO BE FLAGSHIP FOR FUTURE DEVELOPMENT OF HI THROUGHOUT AFRICA.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 166814

3. OPIC WILL NEED LOCAL COUNSEL TO REPRESENT US WITH REGARD

TO THE LOAN AGREEMENT AND THE SECURITY INTEREST. WOULD THE
EMBASSY RECOMMEND ATTORNEYS. PLEASE SEND THEIR NAMES AND
ADDRESSES AND RATES. INGERSOLL

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LOANS, NEGOTIATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 16 JUL 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE166814
Document Source: CORE
Document Unique ID: 00
Drafter: F WPHOLMES
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750245-0423
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750750/aaaabtaq.tel
Line Count: 64
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN OPIC
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: ShawDG
Review Comment: n/a
Review Content Flags:
Review Date: 11 FEB 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <11 FEB 2003 by ThomasVJ>; APPROVED <22 MAR 2004 by ShawDG>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: OPIC LOAN COMMITMENT IN KENYA
TAGS: EFIN, OPIC
To: NAIROBI
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006